COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF BLUE GRASS RURAL)		
ELECTRIC COOPERATIVE CORPORATION)		
FOR AN ADJUSTMENT TO ITS RETAIL	}	CASE NO.	94-394
ELECTRIC POWER TARIFFS)		

ORDER

On December 2, 1994, Blue Grass Rural Electric Cooperative Corporation ("Blue Grass") filed an application to reduce its rates for retail electric service on and after January 1, 1995, to reflect a decrease in power costs from its wholesale power supplier, East Kentucky Power Cooperative, Inc. ("East Kentucky"). East Kentucky's reduced rates became effective subject to future modification and, consequently, Blue Grass's rates may also be modified.

The Commission, on its own motion, finds that a procedural schedule should be established to process this case in a timely and efficient manner and to develop a record to determine the need for any change in Blue Grass's rates.

IT IS THEREFORE ORDERED that:

1. The procedural schedule listed in Appendix A, which is attached hereto and incorporated herein, shall be followed.

East Kentucky was permitted to adjust its rates effective January 1, 1995, subject to further modification after investigation by the Commission. See Case No. 94-336, Application of East Kentucky Power Cooperative, Inc. to Adjust Electric Rates, Orders dated December 2 and December 16, 1994.

2. All requests for information and responses thereto shall be appropriately indexed. All responses shall include the name of the person who will be responsible for responding to questions related to the information, with copies to all parties of record and 10 copies to the Commission.

3. Blue Grass shall give notice of the scheduled hearing in accordance with the provisions set out in 807 KAR 5:011, Section 8(5). At the time the publication is requested, Blue Grass shall forward a duplicate of the notice and request to the Commission.

4. Motions for extensions of time with respect to the schedule herein shall be made in writing and will be granted only upon a showing of good cause.

5. Nothing contained herein shall prevent the Commission from entering further Orders in this matter.

Done at Frankfort, Kentucky, this 13th day of January, 1995.

PUBLIC SERVICE COMMISSION

For the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 94-394 DATED JANUARY 13, 1995.

All requests for information to Blue Grass shall be served no later than	5
Blue Grass shall serve responses to the requests for information no later than	5
All supplemental requests for information to Blue Grass shall be served no later than	5
Blue Grass shall serve responses to supplemental requests for information no later than	5
Intervenor testimony, if any, in verified prepared form shall be served no later than	5
All requests for information to Intervenors shall be served no later than	5
Intervenors shall serve responses to requests for information no later than	5
Last day for Blue Grass to publish notice of hearing date	5
Public Hearing is to begin at 2:00 p.m., Eastern Daylight Time, in Hearing Room 1 of the Commission's offices at 730 Schenkel Lane, Frankfort, Kentucky, for the purpose of cross-examination of witnesses	
of Blue Grass and Intervenors	5